

General Assembly

Committee Bill No. 5393

January Session, 2001

LCO No. 4179

Referred to Committee on Insurance and Real Estate

Introduced by: (INS)

AN ACT CONCERNING INSURANCE PAYMENTS TO AUTOMOBILE REPAIR SHOPS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 38a-352 of the general statutes is repealed and the following
- 2 is substituted in lieu thereof:
- 3 All claims paid by an insurer, a holding company of an insurer or a
- 4 wholly owned subsidiary of an insurer for any loss to motor vehicles
- 5 or any claim for damages to motor vehicles, shall be paid to the
- 6 claimant by check, electronic transfer to the claimant or other means
- 7 that provide the claimant immediate access to the funds. <u>The insurer</u>
- 8 shall include a garage or body shop, if applicable, as a payee to
- 9 compensate the garage or shop for providing covered repairs, towing
- and storage of the insured motor vehicle.

Statement of Purpose:

To help ensure payment of a garage owner or body shop that tows, stores or repairs an automobile covered by insurance by requiring insurers and lien holders to recognize the shop or garage as a payee.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

REP. ESPOSITO, 116th Dist. Co-Sponsors: